

Exhibit “B”

In re ADVANCED CHIMNEY INC. - CHAPTER 11
Debtor

Case No. _____
Reporting Period: 9/01/08 - 2/28/09

STATEMENT OF OPERATIONS (Income Statement)

The Statement of Operations is to be prepared on an accrual basis. The accrual basis of accounting recognizes revenue when it is realized and expenses when they are incurred, regardless of when cash is actually received or paid.

REVENUES		PERIOD SEP. 1, 2008 - FEB. 28, 2009
Gross Revenues		1,789,728.56
Less: Returns and Allowances		252,968.42
Net Revenue		2,042,696.98
COST OF GOODS SOLD		
Beginning Inventory		-
Add: Purchases		-
Add: Cost of Labor		-
Add: Other Costs (<i>attach schedule</i>)		769,296.46
Less: Ending Inventory		-
Cost of Goods Sold		769,296.46
Gross Profit		1,273,400.52
OPERATING EXPENSES		
Advertising		130,600.20
Auto and Truck Expense		-
Bad Debts		-
Contributions		-
Employee Benefits Programs		18,925.47
Officer/Insider Compensation*		47,500.00
Insurance		100,038.85
Management Fees/Bonuses		-
Office Expense		21,973.00
Pension & Profit-Sharing Plans		-
Repairs and Maintenance		10,495.69
Rent and Lease Expense		34,415.00
Salaries/Commissions/Fees		750,620.97
Supplies		-
Taxes - Payroll		69,598.06
Taxes - Real Estate		-
Taxes - Other		1,300.00
Travel and Entertainment		4,268.31
Utilities		6,531.91
Other (<i>attach schedule</i>)		65,877.86
Total Operating Expenses Before Depreciation		1,262,145.32
Depreciation/Depletion/Amortization		
Net Profit (Loss) Before Other Income & Expenses		11,255.20
OTHER INCOME AND EXPENSES		
Other Income (<i>attach schedule</i>)		-
Interest Expense		(1,139.63)
Other Expense (<i>attach schedule</i>)		-
Net Profit (Loss) Before Reorganization Items		10,115.57

In re ADVANCED CHIMNEY INC. - CHAPTER 11
Debtor

Case No. _____
Reporting Period: 9/01/08 - 2/28/09

REORGANIZATION ITEMS		
Professional Fees		39,946.54
U. S. Trustee Quarterly Fees		11,375.00
Interest Earned on Accumulated Cash from Chapter 11 (see continuation sheet)		-
Gain (Loss) from Sale of Equipment		-
Other Reorganization Expenses (attach schedule)		-
Total Reorganization Expenses		51,321.54
Income Taxes		
Net Profit (Loss)		(41,205.97)

**"Insider" is defined in 11 U.S.C. Section 101(31).

BREAKDOWN OF "OTHER" CATEGORY

OTHER COSTS

Auto & Truck Expenses		117,151.94
Purchases of Parts & Materials		506,995.91
Subcontractors		124,988.07
Customer Repairs		16,424.17
Equipment Rental For Jobs		3,091.14
		645.23
		768,651.23

OTHER OPERATIONAL EXPENSES

Finance Charges		203.90
Bank and Credit Card Fees		19,167.79
Barter Fees		5,922.76
Licenses & Permits		5,392.18
Medical Expenses		2,859.44
Telephone Expenses		19,997.99
Payroll Service		4,645.49
Postage		1,794.24
Membership Dues		3,428.03
Website/Computer Expenses		-
Penalties		2,356.91
Uniforms		109.13
		-
		65,877.86

In re ADVANCED CHIMNEY INC. - CHAPTER 11

Debtor

Case No. _____

Reporting Period: as of 2/28/09**BALANCE SHEET**

The Balance Sheet is to be completed on an accrual basis only. Pre-petition liabilities must be classified separately from post-petition obligations.

ASSETS	BOOK VALUE AT END OF CURRENT REPORTING MONTH 2/28/09
CURRENT ASSETS	
Unrestricted Cash and Equivalents	170,369.22
Restricted Cash and Cash Equivalents (<i>see continuation sheet</i>)	
Accounts Receivable (Net)	
Notes Receivable	
Inventories	
Prepaid Expenses	
Professional Retainers	
Other Current Assets (<i>attach schedule</i>)	19,872.79
TOTAL CURRENT ASSETS	190,242.01
PROPERTY & EQUIPMENT	
Real Property and Improvements	
Machinery and Equipment	51,697.07
Furniture, Fixtures and Office Equipment	13,814.34
Leasehold Improvements	10,171.92
Vehicles	479,506.20
Intangibles	1,600.00
Less: Accumulated Depreciation / Amortization	(542,137.96)
TOTAL PROPERTY & EQUIPMENT	14,651.57
OTHER ASSETS	
Amounts due from Insiders*	
Other Assets (<i>attach schedule</i>)	
TOTAL OTHER ASSETS	
TOTAL ASSETS	204,893.58
LIABILITIES AND OWNER EQUITY	BOOK VALUE AT END OF CURRENT REPORTING MONTH
LIABILITIES NOT SUBJECT TO COMPROMISE (Postpetition)	
Accounts Payable	
Taxes Payable (<i>refer to FORM MOR-4</i>)	5,105.18
Wages Payable	
Notes Payable	-
Rent / Leases - Building/Equipment	
Secured Debt / Adequate Protection Payments	
Professional Fees	19,031.25
Amounts Due to Insiders*	(31,052.97)
Other Post-petition Liabilities (<i>attach schedule</i>)	
TOTAL POST-PETITION LIABILITIES	(6,916.54)
LIABILITIES SUBJECT TO COMPROMISE (Pre-Petition)	
Secured Debt	300,000.00
Priority Debt	
Unsecured Debt	123,709.00
TOTAL PRE-PETITION LIABILITIES	423,709.00
TOTAL LIABILITIES	416,792.46

In re ADVANCED CHIMNEY INC. - CHAPTER 11

Debtor

Case No.

OWNERS' EQUITY	
Capital Stock	1,000.00
Additional Paid-In Capital	
Partners' Capital Account	
Owner's Equity Account	
Retained Earnings - Pre-Petition	
Retained Earnings - Post-petition	(212,898.88)
Adjustments to Owner Equity <i>(attach schedule)</i>	
Post-petition Contributions <i>(attach schedule)</i>	
NET OWNERS' EQUITY	(211,898.88)
TOTAL LIABILITIES AND OWNERS' EQUITY	204,893.58

**"Insider" is defined in 11 U.S.C. Section 101(31).

BALANCE SHEET - continuation section

ASSETS	BOOK VALUE AT END OF CURRENT REPORTING MONTH
Other Current Assets	
Due to / from barter exchange	22,077.99
Undeposited Funds	
Payroll Exchange	(2,205.20)
Other Assets	19,872.79
LIABILITIES AND OWNER EQUITY	BOOK VALUE AT END OF CURRENT REPORTING MONTH
Other Post-petition Liabilities	
Adjustments to Owner's Equity	
Post-Petition Contributions	

Restricted Cash: Cash that is restricted for a specific use and not available to fund operations. Typically, restricted cash is segregated into a separate account, such as an escrow account.

Re: Advanced Chimney, Inc.
Chapter 11
Case No.:808-74464-ast

ESTIMATED LIQUIDATION ANALYSIS OF DEBTOR'S ASSETS
AS OF MAY 1, 2009

ASSETS	FAIR MARKET VALUE	ESTIMATED LIQUIDATION VALUE OF ASSETS
Cash, Equivalents and Credit Card Receipts	\$160,000.00	\$160,000.00
Vehicles and Office Equipment	\$43,000.00	\$20,500.00
Inventory and Raw Materials	\$2,000.00	\$200.00
TOTAL:		\$180,700.00

ESTIMATED DISTRIBUTION IN EVENT OF CONVERSION
AND LIQUIDATION IN CHAPTER 7 AS OF MAY 1, 2009

Type of Debt	Amount Owed	Estimated Payment
Estimated Liquidation Value above	\$180,700.00	\$180,700.00
Secured Claims	\$0	\$0
Chapter 7 Administrative Claims		
i) trustee commissions	\$3,500.00	\$3,500.00
ii) trustee counsel legal fees	\$15,000.00	\$15,000.00
iii) auction, costs and expenses	\$7,000.00	\$7,000.00
Chapter 11 Administrative Claims		
i) bankruptcy counsel	\$50,000.00	\$50,000.00
ii) accounting firm	\$25,000.00	\$25,000.00
iii) counsel for creditors committee	\$0.00	\$0.00
iv) post-petition taxes and trade debt	\$0	\$0.00
Priority Unsecured Claims	\$661,619.91	\$80,200.00
General Unsecured Claims	\$123,709.01	\$0.00
Proceeds Available for Unsecured Creditors		\$0.00

As set forth above, the estimated distribution to unsecured creditors in the event of liquidation is 0%. In contrast, the Debtor's Plan of Reorganization proposes to pay 100% of the allowed unsecured claims over the plan period.

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COMPILATION OF A FINANCIAL PROJECTION

To Whom It May Concern:

We have compiled the accompanying projected balance sheet and statement of earnings of Advanced Chimney, Inc. as of December 31, 2009, and for the year then ending, in accordance with attestation standards established by the American Institute of Certified Public Accountants. The accompanying projection was prepared for the use of the United States Bankruptcy Court, Eastern District of New York.

A compilation is limited to presenting in the form of a projection information that is the representation of management and does not include evaluation of the support for the assumptions underlying the projection. We have not examined the projection and, accordingly, do not express an opinion or any other form of assurance on the accompanying statements or assumptions. We have no responsibility to update this report for events and circumstances occurring after the date of this report.

Management has elected to omit the summary of significant accounting policies required by the guidelines for presentation of a projection established by the American Institute of Certified Public Accountants. If the omitted disclosures were included in the projection, they might influence the user's conclusions about the company's financial position and results of operations for the projection period. Accordingly, this projection is not designed for those who are not informed about such matters.

The accompanying projection and this report are intended solely for the information and use of the United States Bankruptcy Court, Eastern District of New York, and are not intended to be and should not be used by anyone other than the specified party.

WEISMAN & COMPANY, CPA'S



Lanny J. Weisman, CPA

April 7, 2009

**ADVANCED CHIMNEY INC.
PROJECTED BALANCE SHEET
AS OF DECEMBER 31, 2009**

<u>ASSETS</u>	<u>12/31/2009</u>
Current Assets	
Cash and cash equivalents	\$ 257,177
Total Current Assets	<u>257,177</u>
Fixed Assets:	
Machinery & Equipment	51,697
Furniture, Fixtures and Office Equipment	13,814
Leasehold Improvements	10,172
Vehicles	479,506
Intangibles	1,600
Less: Accumulated Depreciation/Amortization	<u>(545,979)</u>
Total Fixed Assets	<u>10,810</u>
Total Assets	\$ <u>267,987</u>

LIABILITIES AND SHAREHOLDERS' EQUITY

Liabilities		\$ -
Priority Liabilities		268,114
Secured Liabilities		108,500
Unsecured Liabilities		<u>376,614</u>
Total Liabilities		
Shareholders' Equity		1,000
Common Stock (issued and outstanding)		(169,620)
Retained Earnings 1/1/09	59,993	<u>(109,627)</u>
Net Income		
Total Shareholders' Equity		<u>(108,627)</u>
Total Liabilities and Shareholders' Equity		\$ <u>267,987</u>

ADVANCED CHIMNEY INC.
PROJECTED STATEMENT OF EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 2009

<u>REVENUES</u>	<u>12/31/2009</u>
Income from sales	\$ 3,691,729
Less: Customer Refunds	(9,617)
Net Revenue	<u>3,682,112</u>
Cost of Sales:	
Auto and truck expense	344,785
Purchases of parts and materials	789,000
Subcontractors	122,279
Customer repairs	8,847
Equipment rentals	2,949
Total Cost of Sales	<u>1,267,860</u>
Gross Profit	2,414,252

<u>OPERATING EXPENSES</u>	
Advertising	207,115
Employee benefit programs	49,622
Professional fees	61,950
Officer wages	123,600
Other salaries	1,287,906
Payroll taxes	123,191
Payroll service fees	9,062
Commissions	27,011
Lead fees	25,162
Bartering fees	2,320
Insurance	147,484
Membership dues	5,284
Bank and credit card fees	31,908
Depreciation expense	3,521
Amortization expense	320
Licenses and permits	10,562
Office expenses	25,375
Repairs and maintenance	2,141
Rent expense	81,215
Sanitation	16,057
Telephone	52,791
Utilities	12,300
Travel	16,596
Meals	2,859
Trustee Fees	13,000
Court Costs	3,000
Interest Expense	<u>12,907</u>
Total Operating Expenses	2,354,259
NET INCOME	\$ <u><u>59,993</u></u>

See Accountant's Compilation of a Financial Projection Letter

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COMPILATION OF A FINANCIAL PROJECTION

To Whom It May Concern:

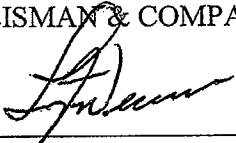
We have compiled the accompanying projected balance sheet and statement of earnings of Advanced Chimney, Inc. as of December 31, 2010, and for the year then ending, in accordance with attestation standards established by the American Institute of Certified Public Accountants. The accompanying projection was prepared for the use of the United States Bankruptcy Court, Eastern District of New York.

A compilation is limited to presenting in the form of a projection information that is the representation of management and does not include evaluation of the support for the assumptions underlying the projection. We have not examined the projection and, accordingly, do not express an opinion or any other form of assurance on the accompanying statements or assumptions. We have no responsibility to update this report for events and circumstances occurring after the date of this report.

Management has elected to omit the summary of significant accounting policies required by the guidelines for presentation of a projection established by the American Institute of Certified Public Accountants. If the omitted disclosures were included in the projection, they might influence the user's conclusions about the company's financial position and results of operations for the projection period. Accordingly, this projection is not designed for those who are not informed about such matters.

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WEISMAN & COMPANY, CPA'S



Lanny J. Weisman, CPA

April 7, 2009

**ADVANCED CHIMNEY INC.
PROJECTED BALANCE SHEET
AS OF DECEMBER 31, 2010**

<u>ASSETS</u>	<u>12/31/2010</u>
Current Assets	
Cash and cash equivalents	\$ 268,417
Total Current Assets	<u>268,417</u>
Fixed Assets:	
Machinery & Equipment	51,697
Furniture, Fixtures and Office Equipment	13,814
Leasehold Improvements	10,172
Vehicles	479,506
Intangibles	1,600
Less: Accumulated Depreciation/Amortization	<u>(546,638)</u>
Total Fixed Assets	<u>10,151</u>
 Total Assets	 \$ <u><u>278,568</u></u>
 <u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>	
Liabilities	
Priority Liabilities	\$ -
Secured Liabilities	199,890
Unsecured Liabilities	<u>77,500</u>
Total Liabilities	<u>277,390</u>
Shareholders' Equity	
Common Stock (issued and outstanding)	1,000
Retained Earnings 1/1/10	(109,627)
Net Income	<u>109,805</u>
	<u>178</u>
 Total Shareholders' Equity	 <u><u>1,178</u></u>
 Total Liabilities and Shareholders' Equity	 \$ <u><u>278,568</u></u>

See Accountant's Compilation of a Financial Projection Letter

ADVANCED CHIMNEY INC.
PROJECTED STATEMENT OF EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 2010

<u>REVENUES</u>	<u>12/31/2010</u>
Income from sales	\$ 3,876,315
Less: Customer Refunds	(10,098)
Net Revenue	<u>3,866,218</u>
Cost of Sales:	
Auto and truck expense	362,024
Purchases of parts and materials	828,449
Subcontractors	128,393
Customer repairs	9,290
Equipment rentals	3,096
Total Cost of Sales	<u>1,331,253</u>
Gross Profit	2,534,965

OPERATING EXPENSES

Advertising	217,471
Employee benefit programs	52,103
Professional fees	24,600
Officer wages	129,780
Other salaries	1,352,301
Payroll taxes	129,351
Payroll service fees	9,515
Commissions	28,362
Lead fees	26,420
Bartering fees	2,436
Insurance	154,858
Membership dues	5,549
Bank and credit card fees	33,504
Depreciation expense	339
Amortization expense	320
Licenses and permits	11,090
Office expenses	26,644
Repairs and maintenance	2,248
Rent expense	85,276
Sanitation	16,860
Telephone	55,431
Utilities	12,915
Travel	17,426
Meals	3,002
Court Costs	6,000
Interest Expense	<u>21,362</u>
Total Operating Expenses	2,425,160
NET INCOME	\$ <u><u>109,805</u></u>

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COMPILATION OF A FINANCIAL PROJECTION

To Whom It May Concern:

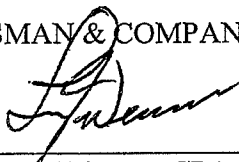
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WEISMAN & COMPANY, CPA'S



Lanny J. Weisman, CPA

April 7, 2009

**ADVANCED CHIMNEY INC.
PROJECTED BALANCE SHEET
AS OF DECEMBER 31, 2011**

<u>ASSETS</u>	<u>12/31/2011</u>
Current Assets	
Cash and cash equivalents	\$ 287,778
Total Current Assets	<u>287,778</u>
Fixed Assets:	
Machinery & Equipment	51,697
Furniture, Fixtures and Office Equipment	13,814
Leasehold Improvements	10,172
Vehicles	479,506
Intangibles	1,600
Less: Accumulated Depreciation/Amortization	<u>(547,297)</u>
Total Fixed Assets	<u>9,492</u>
 Total Assets	 \$ <u><u>297,270</u></u>
 <u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>	
Liabilities	
Priority Liabilities	\$ -
Secured Liabilities	125,265
Unsecured Liabilities	<u>46,500</u>
Total Liabilities	<u>171,766</u>
Shareholders' Equity	
Common Stock (issued and outstanding)	1,000
Retained Earnings 1/1/11	178
Net Income	<u>124,326</u>
	<u>124,504</u>
 Total Shareholders' Equity	 <u>125,504</u>
 Total Liabilities and Shareholders' Equity	 \$ <u><u>297,270</u></u>

See Accountant's Compilation of a Financial Projection Letter

ADVANCED CHIMNEY INC.
PROJECTED STATEMENT OF EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 2011

<u>REVENUES</u>	<u>12/31/2011</u>
Income from sales	\$ 4,070,131
Less: Customer Refunds	<u>(10,603)</u>
Net Revenue	4,059,528
<hr/>	
Cost of Sales:	
Auto and truck expense	380,126
Purchases of parts and materials	869,872
Subcontractors	134,813
Customer repairs	9,754
Equipment rentals	<u>3,251</u>
Total Cost of Sales	<u>1,397,816</u>
 Gross Profit	 2,661,713

<u>OPERATING EXPENSES</u>	
Advertising	228,344
Employee benefit programs	54,708
Professional fees	24,600
Officer wages	136,269
Other salaries	1,419,916
Payroll taxes	135,818
Payroll service fees	9,990
Commissions	29,780
Lead fees	27,741
Bartering fees	2,557
Insurance	162,601
Membership dues	5,826
Bank and credit card fees	35,179
Depreciation expense	<u>339</u>
Amortization expense	320
Licenses and permits	11,644
Office expenses	27,976
Repairs and maintenance	2,361
Rent expense	89,540
Sanitation	17,703
Telephone	58,203
Utilities	13,561
Travel	18,298
Meals	3,152
Court Costs	6,000
Interest Expense	<u>14,962</u>
 Total Operating Expenses	 2,537,387
 NET INCOME	 \$ <u><u>124,326</u></u>

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COMPILATION OF A FINANCIAL PROJECTION

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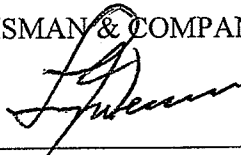
We have compiled the accompanying projected balance sheet and statement of earnings of Advanced Chimney, Inc. as of December 31, 2012, and for the year then ending, in accordance with attestation standards established by the American Institute of Certified Public Accountants. The accompanying projection was prepared for the use of the United States Bankruptcy Court, Eastern District of New York.

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WEISMAN & COMPANY, CPA'S



Lanny J. Weisman, CPA

April 7, 2009

**ADVANCED CHIMNEY INC.
PROJECTED BALANCE SHEET
AS OF DECEMBER 31, 2012**

<u>ASSETS</u>	<u>12/31/2012</u>
Current Assets	
Cash and cash equivalents	\$ 318,666
Total Current Assets	<u>318,666</u>
Fixed Assets:	
Machinery & Equipment	51,697
Furniture, Fixtures and Office Equipment	13,814
Leasehold Improvements	10,172
Vehicles	479,506
Intangibles	1,600
Less: Accumulated Depreciation/Amortization	<u>(547,956)</u>
Total Fixed Assets	<u>8,833</u>
 Total Assets	 \$ <u><u>327,499</u></u>
 <u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>	
Liabilities	
Priority Liabilities	\$ -
Secured Liabilities	43,641
Unsecured Liabilities	<u>15,500</u>
Total Liabilities	<u>59,141</u>
Shareholders' Equity	
Common Stock (issued and outstanding)	1,000
Retained Earnings 1/1/12	124,504
Net Income	<u>142,854</u>
Total Shareholders' Equity	<u>267,358</u>
 Total Liabilities and Shareholders' Equity	 \$ <u><u>327,499</u></u>

See Accountant's Compilation of a Financial Projection Letter

ADVANCED CHIMNEY INC.
PROJECTED STATEMENT OF EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 2012

<u>REVENUES</u>	<u>12/31/2012</u>
Income from sales	\$ 4,273,638
Less: Customer Refunds	(11,133)
Net Revenue	<u>4,262,505</u>
<hr/>	
Cost of Sales:	
Auto and truck expense	399,132
Purchases of parts and materials	913,366
Subcontractors	141,554
Customer repairs	10,242
Equipment rentals	3,414
Total Cost of Sales	<u>1,467,706</u>
 Gross Profit	 2,794,798

<u>OPERATING EXPENSES</u>	
Advertising	239,761
Employee benefit programs	57,444
Professional fees	24,600
Officer wages	143,082
Other salaries	1,490,912
Payroll taxes	142,609
Payroll service fees	10,490
Commissions	31,269
Lead fees	29,128
Bartering fees	2,685
Insurance	170,731
Membership dues	6,117
Bank and credit card fees	36,938
Depreciation expense	339
Amortization expense	320
Licenses and permits	12,226
Office expenses	29,375
Repairs and maintenance	2,479
Rent expense	94,017
Sanitation	18,588
Telephone	61,113
Utilities	14,239
Travel	19,212
Meals	3,310
Court Costs	3,000
Interest Expense	<u>7,961</u>
 Total Operating Expenses	 2,651,944
 NET INCOME	 \$ <u><u>142,854</u></u>

See Accountant's Compilation of a Financial Projection Letter

WEISMAN & COMPANY
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AMERICAN INSTITUTE OF
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NEW YORK STATE SOCIETY OF
CERTIFIED PUBLIC ACCOUNTANTS

COMPILATION OF A FINANCIAL PROJECTION

To Whom It May Concern:


We have compiled the accompanying projected balance sheet and statement of earnings of Advanced Chimney, Inc. as of December 31, 2013, and for the year then ending, in accordance with attestation standards established by the American Institute of Certified Public Accountants. The accompanying projection was prepared for the use of the United States Bankruptcy Court, Eastern District of New York.

A compilation is limited to presenting in the form of a projection information that is the representation of management and does not include evaluation of the support for the assumptions underlying the projection. We have not examined the projection and, accordingly, do not express an opinion or any other form of assurance on the accompanying statements or assumptions. We have no responsibility to update this report for events and circumstances occurring after the date of this report.

Management has elected to omit the summary of significant accounting policies required by the guidelines for presentation of a projection established by the American Institute of Certified Public Accountants. If the omitted disclosures were included in the projection, they might influence the user's conclusions about the company's financial position and results of operations for the projection period. Accordingly, this projection is not designed for those who are not informed about such matters.

The accompanying projection and this report are intended solely for the information and use of the United States Bankruptcy Court, Eastern District of New York, and are not intended to be and should not be used by anyone other than the specified party.

WEISMAN & COMPANY, CPA'S



Lanny J. Weisman, CPA

April 7, 2009

**ADVANCED CHIMNEY INC.
PROJECTED BALANCE SHEET
AS OF DECEMBER 31, 2013**

<u>ASSETS</u>	<u>12/31/2013</u>
Current Assets	
Cash and cash equivalents	\$ 418,800
Total Current Assets	<u>418,800</u>
Fixed Assets:	
Machinery & Equipment	51,697
Furniture, Fixtures and Office Equipment	13,814
Leasehold Improvements	10,172
Vehicles	479,506
Intangibles	1,600
Less: Accumulated Depreciation/Amortization	<u>(548,615)</u>
Total Fixed Assets	<u>8,174</u>
Total Assets	\$ <u>426,974</u>

LIABILITIES AND SHAREHOLDERS' EQUITY

Liabilities		
Priority Liabilities	\$	-
Secured Liabilities		-
Unsecured Liabilities		-
Total Liabilities		<u>-</u>
Shareholders' Equity		
Common Stock (issued and outstanding)		1,000
Retained Earnings 1/1/13	267,358	
Net Income	<u>158,616</u>	<u>425,974</u>
Total Shareholders' Equity		<u>426,974</u>
Total Liabilities and Shareholders' Equity	\$	<u>426,974</u>

See Accountant's Compilation of a Financial Projection Letter

ADVANCED CHIMNEY INC.
PROJECTED STATEMENT OF EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 2013

<u>REVENUES</u>	<u>12/31/2013</u>
Income from sales	\$ 4,487,320
Less: Customer Refunds	<u>(11,690)</u>
Net Revenue	4,475,630
<hr/>	
Cost of Sales:	
Auto and truck expense	419,088
Purchases of parts and materials	959,034
Subcontractors	148,631
Customer repairs	10,754
Equipment rentals	<u>3,584</u>
Total Cost of Sales	<u>1,541,092</u>
 Gross Profit	 2,934,538

<u>OPERATING EXPENSES</u>	
Advertising	251,749
Employee benefit programs	60,316
Professional fees	24,600
Officer wages	150,237
Other salaries	1,565,457
Payroll taxes	149,740
Payroll service fees	11,014
Commissions	32,832
Lead fees	30,584
Bartering fees	2,819
Insurance	179,267
Membership dues	<u>6,423</u>
Bank and credit card fees	38,785
Depreciation expense	339
Amortization expense	320
Licenses and permits	12,838
Office expenses	30,843
Repairs and maintenance	2,603
Rent expense	98,717
Sanitation	19,517
Telephone	64,168
Utilities	14,951
Travel	20,173
Meals	3,475
Court Costs	3,000
Interest Expense	<u>1,153</u>
 Total Operating Expenses	 2,775,922
 NET INCOME	 \$ <u><u>158,616</u></u>

See Accountant's Compilation of a Financial Projection Letter